

MEMORANDUM FOR: Chief, Management Support Staff, OLC
VIA: Deputy Director for Administration
Director of Logistics
FROM: DCK *Senate Government Affairs*
SUBJECT: Testimony by ~~the~~ Director of Logistics
Before the ~~House~~ Subcommittee on Federal
Spending Practices and Open Government

1. As agreed in our meeting with Mr. Roman of the Subcommittee on Federal Spending Practices and Open Government on 7 May, we have attached an "opening statement" to be given by the Director of Logistics in his testimony before that subcommittee on 13 June 1979. This statement summarizes our disagreement with the General Services Administration (GSA) concerning the acquisition of security filing cabinets (safes) for use by this Agency both domestically and abroad. We believe this statement provides a more complete and balanced statement of the facts than that which is contained in the draft questions and answers originally suggested by Mr. Roman.

2. During the meeting Mr. Roman asked that we also provide information on the extent to which we procured safes directly from safe manufacturers other than Art Metal, the differences in prices of safes so procured, and any other dealings we have had with Art Metal. Regarding his first

question, we did procure safes from other manufacturers both under Federal Supply Service contract and directly, most frequently when the safes had to be modified to meet unique Agency requirements. The acquisition prices were those shown on the schedule or, in the case of unique requirements, the best negotiated price possible. Finally, regarding other dealings with Art Metal, we have procured furniture from them under schedule, but the scope has been very modest, as generally we procure from other manufacturers who are also on schedule. We are unaware of any major problems with Art Metal furniture so procured.

3. Please advise if we need provide additional information. As you suggested, we will leave coordination with the Office of General Counsel, and Public Affairs, to you. Inspector General, [redacted] and the DSI, [redacted]. We would also suggest a meeting between you and personnel of our Supply and Procurement Divisions [redacted] to [redacted] brief you in more detail [redacted] on the issues discussed in paragraph 2 above.

25X1
Att

Approved For Release 2003/05/06 : CIA-RDP87-00558R000100040004-9

	1	2	3	4	5	6	7	8	9	10
	QNTY	Unit #	EXT	Award Date	ON FSS Contract	Classified	Description	Comments		
Mosler										
74-D-110495 CPB	15	2260	339.00	10 Jul 73	Yes	KW7 Class 5	FSS Price 4% below			
74-D-113030 CPB	6	2251	1350.6	14 Sep 73	No	KG34 Class 5	Open Market Agency Spec			
75-12086 PSCB	15	2447	26275	24 Oct 74	Yes	KW7 Class 5	FSS Price Agency Spec			
75-12133 PSCB	5	2483	12415		Yes	KG13 Class 5	Higher than FSS because of Agency Specification			
73-11138 CPB NOL \$7,500	144	39168	564019227	24 Apr 73	Yes	9 drawer, Class 6	4% below FSS Price			
73-11274 PSCB NOL \$7,500	144	39169	564019227	Jul 73	Yes	4 drawer, Class 6	4% below FSS Price			
73-9975 PSCB	20	125939	251860015	Feb 73	Yes	KW7 Class 5	4% below FSS Price AGENCY SPEC			
77-D-103460 CIB	10	2251	25510.00	26 Aug 77	No	KG34 Class 5	Open Market Agency Spec			

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	1	2	3	4	5	6	7	8	9	10
	Qty	Unit	Ext B	Award Date	On FSS	Claified Contract	Description	Remarks		
Duebold										
73-9936 CPB	33		56975	1709250 29 Jan 73	Yes	Yes	2 Drawer Class 5	1% Below FSS Price		
	15		87183	1307745			4 Drawer "	" "	" "	" "
				30169.95						
Total										
73-11241 GPO	27		87183	250302420 Jun 73	Yes	Yes	4 Drawer Class 5	1% Below FSS Price		
69-5284 CPB	50		94031	2201550 26 June 69	Yes	Yes	2 Drawer Class 5	4% Below FSS Price		
	45		61458	2705610			4 Drawer "	" "	" "	" "
N.F. All scheduled for overclean										

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RET/CH 0..... RC/SCOPE 0..... RC/ATOT
0..... ****Approved For Release 2003/05/06 : CIA-RDP87-00558R000100040004-9

70*V111489*001	SECURITY CABINET	33264.00
70*0005398*000	FOUR DRAWER SECURITY CABINETS	43715.00
72*V120283*001	MAINT OF SHELF FILE	1508.00
71*V400283*004	MAINT POWER SHELF FILES	1676.00
69*0005284*000	SECURITY FILING CABINET	52059.00
70*V400283*004	MAINT OF DIEBOLD POWER SHELF FILE	1127.00
70*1013748*000	SAFE-T-STAK STEEL FILES & PARTS	3143.00
73*1002089*000	CASHBOX	2700.00
71*V300283*003	MAINT OF DIEBOLD POWER SHELF FILE	2920.00
70*V300283*003	MAINT POWER SHELF FILES	921.00
70*000512*000	CLASS 5 SECURITY CABINETS	74615.00
70*000563*000	4-DRAWER SAFES	63361.00
72*V400283*004	MAINT OF SHELF FILE	1676.00
70*1029242*000	SAFE-T-STAK FILES & ACCESSORIES	2947.00
68*1005630*000	FILING CABINET COMBINATION LOCK	5258.00
71*V200283*002	MAINT ELEVATOR FILES	335.00
70*V200283*002	MAINT OF POWER SHELF FILE	225.00
72*V300283*003	MAINT OF POWER SHELF FILE	1450.00
70*1019253*000	DATA-VEYOR	6145.00
68*1006754*000	INSULATED FILE CABINETS	14066.00
72*3002850*000	DISASSEMBLE TRANSPORT & REASSEMBLE FILES	7967.00
71*V100283*001	MAINT POWER SHELF FILES	1308.00
70*V100283*001	POWER SHELF FILE MDL 10786	1014.00
72*V200283*002	MAINT OF SHELF FILE	335.00
69*0005124*000	CLASS 5 FILING CABINETS	54652.00
69*2000283*000	MONTHLY INSPECTIONS & REPAIR CALLS	3287.00
68*200283*000	MAINT POWER SHELF FILES	3456.00
67*1031414*000	SECURITY VAULT DOOR-RT & LEFT HAND SWNGS	4693.00
70*0005372*000	2 & 4 DRAWER CLASS 5 SECURITY FILES	91288.00

CTNTRCTR/VNDR: 00292
CV/NAME: DIEBOLD INC
CV/ADDR: 1634 WISCONSIN AVE N W
CV/CITY: WASHINGTON
CV/STATE: DC
COMPLETED 427101.000 STATUS 1,1

COMPLETED 424486.000 STATUS 29,29

0..... RET/CH 0..... RC/SCOPE 0..... RC/ATOT		
73*1011241*000	SECURITY CABINETS	25030.00
74*1002486*000	FILING CABINET	43173.00
73*0009936*000	SECURITY CABINETS	29564.00
74*1001890*000	FILING CABINET	17269.00
72*1012443*000	TAB FILE	5296.00
74*1001672*000	FILING CABINET W/COMB LOCK P.O.	17269.00
71*0005953*000	CABINETS SECURITY	97801.00
74*1002227*000	FILING CABINET	5391.00
74*1002703*000	FILING CABINET	17269.00
73*0009761*000	CABINETS SECURITY 4-DRAWER	50400.00

CTNTRCTR/VNDR: 00292A
CV/NAME: DIEBOLD INC
CV/ADDR: 1550 GRAND BOULEVARD
CV/CITY: HAMILTON
CV/STATE: OH
COMPLETED 427111.000 STATUS 1,1

COMPLETED 425318.000 STATUS 10,10

SUBJECT: Hillside Class V, Class VI Filing Cabinets

7. To the best of my knowledge, the aforementioned Hillsides (130 Class VI 2 drawer and 60 Class V 4 drawer) are the only units the Agency procured. Competitive pressure exerted by Hillside since 1970 prompted the Agency to buy 2 more cabinets for test and evaluation purposes only. We ran a test and found them to also be inferior and recommended the Agency not purchase any more Hillside equipment. Hillside Metal Products bought out Art Metal Products approximately two years ago (1976) and re-tained the Art Metal name.



25X1

atts a/s

DISTRIBUTION:

Orig - Addressee w/att
1 - OL/SD/CD w/o att
1 - OL/SD/CD/MFB w/att
1 - OL/SD/CD/MFB/SMASS w/att

25X1 OL/SD/CD/MFB: [redacted] (29 September 1978)

DAILY ACTIVITY REPORT

13 May 1976

SUPPLY DIVISION ITEM OF INTEREST

A stock replenishment requisition for 32 Class ~~SE~~
five four-drawer filing cabinets (safes) with 3-way combination locks was placed with General Services Administration (GSA) several weeks ago. Since the Mosler Class ~~SE~~, with hand change lock, was on Federal Supply Schedule, the Mosler Model was specified for procurement.

We have now been advised that GSA did not place an order for the Mosler safes but elected to request bids on the 32 safes.

GSA advises that Art Metal Products submitted the low bid.

Art Metal Products recently acquired the assets of Hillside Products, the previous safe manufacturer.

We have had two "Hillside" safes on order since August 1975 for the purpose of test and evaluation. Several delays have been encountered in trying to obtain delivery. GSA recently advised us that a stop order had been placed on these two safes ostensibly because of the merger between Art Metal Products and Hillside. However, the matter is being pursued further. (WE HAVE SINCE BEEN ADVISED TWO WEEKS DELIVERY FROM 13 MAY 1976)

In the interim we are requesting GSA to withhold procurement of the 32 safes mentioned above since we have had problems with Hillside safes in the past and because of the uncertainty of delivery on 2 safes from Hillside since last August. Further

BECAUSE OF MOL. & F. \$15,000 REQUIRES GSA TO SOLICIT BIDS
 ↗ (MAXIMUM BID LIMITATION)

Approved For Release 2003/05/06 : CIA-RDP87-00558R000100040004-9

	1	2	3	4	5	6	7	8	9	10
	QNTY	Unit #	EXT	Awarded Date	ON FSS	Classified/ Controlled	Designation	Spec.	Price	
Mosler										
78-D-110495 CPB	15	2260	339.00	10 Feb 73	Yes	Yes	KW7 Class 5	1.25% below Agency Spec.		
78-D-113030 CPB	6	2251	1350.00	14 Sept 78	No	Yes	KG34 Class 5	Open Market Agency Spec.		
75-12086 PSCB	15	2447	26275	24 Oct 74	Yes	Yes	KW7 Class 5	1.25% Price Agency Spec.		
75-12133 PSCB	5	2483	12415		Yes	Yes	KG13 Class 5	Higher than FSS, formula of Agency Specification		
73-11138 CPB	144	39168	5640192.27	24 Apr 73	Yes	Yes	9 drawer, Class 6	4% below FSS price		
73-11274 PSCB	144	39168	5640192.27	June 73	Yes	Yes	4 drawer, Class 6	4% below FSS price		
73-9975 PSCB	20	125930	25180.00	15 Feb 73	Yes	Yes	KW7 Class 5	4.1% below FSS price AGENCY SPEC		
77-D-103400 CIB	10	2251	25510.00	26 Aug 77	No	Yes	KG34 Class 5	Open Market Agency Spec.		

	1	2	3	4	5 On FSS	6 Classified Contract	7	8	9	10
Dubbed										
73-9936	CPB	33	56975	17092.50 29 Jan 73	Yes	Yes	2 Drawer, Class 5	1% Below FSS Price		
		15	87183	13077.45			4 Drawer " "	" "	" "	" "
Total				30169.95						
73-11241	CPB	39	87183	25030.04 20 Jun 73	Yes	Yes	4 Drawers, Class 5	1% Below FSS Price		
69-5284	CPB	50	44031	22015.50 06 June 69	Yes	Yes	2 Drawer, Class 5	4% Below FSS Price		
		45	61458	27056.10			4 Drawer, " "	" "	" "	" "
Note: All scheduled for overseas										

Approved For Release 2003/05/06 : CIA-RDP87-00558R000100040004-9

CNTLCTR/VNDR: 00626A
 CV/NAME: MOSLER SAFE COMPANY MOSLER ELECTRONIC SYSTEMS DIV
 CV/ADDR: 1401 WILSON BLVD
 CV/CITY: ARLINGTON
 CV/STATE: VA

REF/CN	RC/SCOPE	RC/ATOT	RC/PR/UNIT
0.....	0.....	0.....	0.....
65*4002747*000	SECURITY BUX <i>destroyed</i>	12277.00	PD/P&S
72*1003325*000	SECURITY CABINEIS CLASS 6 <i>destroyed</i>	65216.00	PD/GP
70*000535*000	CLASS 6 SECURITY FILING CABINEYS <i>destroyed</i>	59011.00	PD/GP
75*0012133*000	MOSLER SAFES - MOULFIELD	12415.00	PD/P&S
69*1002648*000	VAULT DOOR	9814.00	PD/GP
71*0005701*000	FILING CABINEIS SECURITY <i>destroyed</i>	34546.00	PD/GP
71*1002012*000	VAULT DOOR	6972.00	PD/GP
72*1002633*000	ALARM MUNITUR MODEL AL-31	0.00	PD/GP
70*1002543*000	VAULT DOOR & FLANGE SETS	8412.00	PD/GP
70*0005409*000	FILING CABINET <i>destroyed</i>	63508.00	PD/P&S
70*1018585*000	SHELF FILING	3271.00	PD/GP
68*2000133*000	REPAIR SERVICE FOR GOVT OWNED EQUIPMENT	3500.00	PD/GP
73*0011274*000	FILING CABINETS	56402.00	PD/P&S
71*1001697*000	VAULT DOOR	6470.00	PD/GP
72*V101510*001	ALARM MUNITUR	5040.00	PD/GP
72*0009212*000	COMBINATION LOCK CABINET <i>destroyed</i>	50400.00	PD/P&S
75*0011148*000	SECURITY FILE CABINET	56492.00	PD/GP
68*0004501*000	CL 5 MAP & PLAN CABINET W/SPEC'L INTERIOR	23795.00	PD/GP
69*1002948*000	VAULT DOOR	8412.00	PD/GP
72*1005726*000	VAULT DOORS	3486.00	PD/GP
71*0009010*000	CABINETS SECURITY MAP & PLAN <i>destroyed</i>	26680.00	PD/GP
74*001113A*009	SECURITY FILE CABINET	56401.00	PD/GP
69*1025524*000	SPECIAL VAULT DOORS	11660.00	PD/GP
75*U012386*000	FILING CABINET	26325.00	PD/P&S
70*1002794*000	VAULT DOOR & FLANGES	7010.00	PD/GP
72*1001631*000	VAULT DOORS & FLANGES	11620.00	PD/GP
71*1002571*000	DOOR VAULT	5810.00	PD/GP
71*J009008*000	SECURITY CABINETS CLASS 6 <i>destroyed</i>	66500.00	PD/GP
69*4002121*000	INTRUSION ALARM SYSTEM BUDD BUG	4509.00	PD/P&S
72*1001705*000	ALARM MUNITUR	3000.00	PD/GP
70*V302003*003	ALARM MUNITUR MODEL AL-31	10000.00	PD/GP
72*0009317*000	DOOR VAULT FLANGE SETS	67742.00	PD/P&S
72*1003796*000	SAFE CLASS 5	15808.00	PD/GP
71*1002556*000	ALARM MUNITUR MODEL A-31	3000.00	PD/GP
71*1003104*000	VAULT DOOR & FLANGE SETS	4684.00	PD/GP
75*0009975*000	SAFES <i>ordering</i>	25186.00	PD/P&S

COMPLETED 427247.000 STATUS 36.8%

Approved For Release 2003/05/06 : CIA-RDP87-00558R000100040004-9

CNTRCT/VNDR: 006260
CV/NAME: MOSLER SAFE COMPANY MOSLER RESEARCH PRODUCTS Approved For Release 2003/05/06 : CIA-RDP87-00558R000100040004-9
CV/ADDR: 1401 WILSON BLVD
CV/CITY: ARLINGTON
CV/STATE: VA

RET/CN	RC/SCOPE	RC/ATOT	RC/PR/UNIT
0.....	0.....	0.....	0.....
68*10039U9*000	ALARM SET	3750.00	PD/GP
68*4003942*000	ULTRANSONIC ALARM SYSTEM	3541.00	PD/P&S
67*10232A5*000	PANELS	3488.00	PD/GP
67*4002928*000	FIRE DETCTN & SECURITY ALARM	55000.00	PD/P&S
COMPLETED 427362.000 STATUS 4:4			

CNTRCT/VNDR: 006260
CV/NAME: MOSLER SAFE COMPANY
CV/ADDR: 1561 GRAND BLVD
CV/CITY: HAMILTON
CV/STATE: OH

CV/ICN: 72*0009603*000
COMPLETED 427374.000 STATUS 1:1

RET/CN	RC/SCOPE	RC/ATOT	RC/PR/UNIT
0.....	0.....	0.....	0.....
72*0009603*000	ENG MODEL OF IMPLANT SAFE	7925.00	OTS/P
COMPLETED 427384.000 STATUS 1:1			

CNTRCT/VNDR: 006260
CV/NAME: MOSLER GOVERNMENT SALES
CV/ADDR: 1401 WILSON BLVD
CV/CITY: ARLINGTON
CV/STATE: VA

CONTRACT	CN/SCOPE	CN/ATOT	CN/PR/UNIT
0.....	0.....	0.....	0.....
77*0103460*000	SAFE, DESIGNED FOR KG-34 GENERATOR	22510.00	PD/GP
78*0110495*000	FILING CABINETS-CLASS D MAP & PLAN FILE	36900.00	PD/GP
78*0113030*000	SAFE, KG-34 (SPECIAL SIZE)	13506.00	PD/GP
COMPLETED 427414.000 STATUS 3:3			

Mosher FY 77

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Order #	Priority	Amount	Date	Opns & FSS	Classifi cation	Description
730066	20	11,700.00	27 Oct 76	FSS	Un-	Filing Cabinets - 4-Drawer
730067	10	6,500.00	26 Oct 76	FSS	Un-	Filing Cabinets - 5 Drawer
730068	10	6,500.00	26 Oct 76	FSS	Un-	" "
730289	10	6,500.00	16 Nov 76	FSS	Un-	" "
710408	6	294.00	2 Feb 77	O.M.	Un-	Shallow Drawers
	30	420.00	"	"	"	Cross-Trays -
730704	20	8,200.00	5 Feb 77	FSS	Un-	Filing Cabinets - 2-drawers
731214	24	14,040.00	28 Feb 77	FSS	Un-	Filing Cabinets - 4-drawers
731195	10	5,850.00	2 Mar 77	FSS	Un-	" "
731280	4	232.50	7 Mar 77	FSS	Un-	Drawer (drop)
	3	90.00	"	"	"	Brinder Insert
731372	30	17,550.00	15 Mar 77	FSS	Un-	Legal Filing Cabinet - 4-Drawers
731373	4	2,050.00	15 Mar 77	FSS	Un-	Legal File cabinet - 2-Drawers
U01/731522	25	14,625.00	25 Mar 77	FSS	Classified	Security File Cabinet - 4-drawers
U01/731674	6act	636.00	8 Apr 77	FSS	Classified	Locks, drawers -

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<u>Mosler FY 77</u>							
Order #	Qty	Unit	Date	Market Lst	Classif Categ	Description	
U13/731769	1	180.00	19 Apr 77	FSS	Classified	Security Locker	
	4	60.00	"	"	"	Cross-Tray Unit	
731982	12	4,920.00	6 May 77	FSS	Un -	Legal File Cabinet	
						2-drawers	
U13/731968	20	1,160.00	9 May 77	FSS	Classified	Drawers -	
U13/731977	13	22,608.56	11 May 77	FSS	Classified	Vault Doors	
732185	5	3,250.00	24 May 77	FSS	Un -	Legal File Cabinet	
						5-drawers	
732187	5	3,250.00	23 May 77	FSS	Un -	Legal File Cabinet	
						5-drawers	
713066	1	1,685.00	24 May 77	FSS	Un -	Vault Door	
732184	30	17,550.00	24 May 77	FSS	Un -	Legal File Cabinet	
						4-drawers	
732183	30	17,550.00	24 May 77	FSS	Un -	Legal File Cabinet	
						4-drawer	
U13/732308	1	1,696.00	15 June 77	FSS	Classified	Vault Door -	
	1	94.10	"	"	"	Expert Packing	
732498	24	14,040.00	8 July 77	FSS	Un -	Legal File Cabinet	
						4-drawer	
U13/732715	3	540.00	1 Aug 77	FSS	Classified	Security Locker	
	5	290.00	"	"	"	drawers -	
732725	Parts	706.10	9 Aug 77	FSS	Un	Packs for Map	
						& Blue Cabinets	

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Order #	Quantity	Unit	Date	Actual Cost \$	Chassis #	Chassis Category	Description
732840	20	8,200.00	24 Aug 77	FSS	Un-		"Legal" Lining Cabinet 2-drawer
Uly/732841	10	10,980.00	26 Aug 77	FSS	Unifid		Map & Plan Filing Cabinet.
733152	10	7,389.20	30 Sept 77	FSS	Un-		"Legal" Lining Cabinet 5-drawer
- END -							

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Order #	Qty	Unit	Date	per order FSS	Classi- fication	Description
810273	24	765.00	2 Nov 77	OM	Un -	Master Lock
U04/830176	16	256.00	3 Nov 77	FSS	Classified	Cross-Tug Device
830447	7	5,225.22	8 Dec 77	FSS	Un -	"Legal" File Cabinet 5-drawer -
830445	30	19,526.10	12 Dec 77	FSS	Un -	"Legal" File Cabinet 4 - drawer
U04/830429	1	576.00	6 Dec 77	FSS	Classified	Day State - u/w Vault Door.
	1	50.00	"	"	"	Flange Sets
810236	1	8.15	15 Dec 77	OM	Un -	Illinois Lock
	1	145.65	"	"	"	Escape Mechanism
	1	331.95	"	"	"	Lock Box
U04/830446	10	7,389.20	15 Dec 77	FSS	Classified	"Legal" Size Filing Cabinet - 5 Drawer
U04/830532	1	39.00	16 Dec 77	FSS	Classified	Vertical Channels for Map & Photo Cabinet
830692	4	80.00	28 Dec 77	FSS	Un -	adjustable shelves
	1	37.50	"	"	"	Vertical Channels
U04/830652	25	16,775.00	3 Jan 78	FSS	Classified	"Legal" File Cabinet - 4 Drawer
830653	2	100.00	18 Jan 78	FSS	Un -	Flange Set
830909	6	2,678.94	26 Jan 78	FSS	Un.	"Legal" File Cabinet 2 drawer

Moslet - FY78

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Order #	Qnty	Unit	Date	open order in FSS	Classif- ication	Description
U04/830907	35	22,780.45	25 Jan 78	FSS	Classified	"Legal" File Cabinet 4-drawer
830908	10	7,389.20	3 Feb 78	FSS	Un-	"Legal" File Cabinet 5-drawer
U04/831180	1	1,105.00	17 Feb 78	FSS	Classified	Map/Plan Cabinet Vertical Channels
	1	39.00	"	"	"	
U04/831462	1	62.00	16 Mar 78	FSS	Classified	drawers Part
831511	35	22,780.45	21 Mar 78	FSS	Un-	"Legal" File Cabinet 4-drawer
831578	30	21,941.40	22 Mar 78	FSS	Un-	"Legal" File Cabinet 5-drawer
831653	20	8,839.60	31 Mar 78	FSS	Un-	"Legal" File Cabinet 2-drawer
U04/831570	12	5,357.88	4 Apr. 78	FSS	Classified	"Legal" File Cabinet 2-drawer
831728	1	576.00	5 Apr 78	FSS	Un-	Day Date #/u/w Vault Door
U04/831740	5	193.00	10 Apr 78	FSS	Classified	Vertical Channel
831725	1	296.00	13 Apr 78	FSS	Un-	File Cabinet-Special
U04/831797	2	390.06	13 Apr 78	FSS	Classified	Security Locker
U04/831794	8	7,088.40	18 Apr 78	FSS	Classified	Map/Plan Cabinet

<u>Mosler</u> <u>TV 78</u>					
order #	Unit	Date	Open & Close FSS	Classifi cation	Description
U04/831492	4	80.00 24 Apr 78	FSS	Classified	Shelves w/o Map Cabinet
U04/831462-	2	390.00 24 Apr 78	FSS	"	Security Locker
U04/831979	5	2,255.00 3 May 78	FSS	"	Liling Cabinet - 2 Draw
831978	5	2,255.00 2 May 78	FSS	Un -	" " "
831984	20	13,151.60 2 May 78	FSS	Un -	" " - 4 Drawer
U04/831986	1	160.10 9 May 78	O.M.	Classified	Escape Mechanism w/o/w Wheel Door
832344	24	306.00 26 June 78	O.M.	Un -	Bleastic wheels - Hand Charge -
U04/832431	2	390.00 28 June 78	FSS	Classified	Security Lockers
	2	124.00 "	"	"	Susp. Drawers
U04/832461	1	576.00 28 June 78	FSS	"	Day Date w/o/w ^{Anti} Door
832386	37	24,082.19 29 June 78	FSS	Un -	Liling Cabinet - 4 Drawer -
U04/831797-	2	44.00 11 July 78	FSS	Classified	Triple Row Insert
812319	Part	4,294.80 19 July 78	O.M.	Un -	Part
832505	1	8.95 9 Aug 78	O.M.	Un.	Key Lock
U04/832912	2	390.00 10 Aug 78	FSS	Classified	Security Locker
833013	24	306.00 16 Aug 78	O.M.	Un -	Wheel Pack Parts
U04/833191	30	19,526.00 18 Sept 78	FSS	Classified	Liling Cabinet - 4 Drawer

Mosler Fy 78

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Order #	Quantity	Amount	Date	Opusket markit FSS	Classifi- cation	Description
U04/833193	15	6,647.35	21 Sept 78	FSS	Classified	Filing Cabinet - 2 drawers -

812319-A-1	14	2,241.00	21 Dec 78	O.M.	Un -	Escape Mechanism
	6	25.80	"	"	"	Handle action

- END -

MOSLERFY 79

Order #	Qty	Unit	Date	on FSS	Classification	Description
931396	25	550.00	12 Mar 79	FSS	Un-	Mapt Plan Filing Cabinet
931531	20	16,412.40	16 Mar 79	FSS	Qm	Five drawer Filing Cabinet
U04/930918	8	14,135.52	9 Feb 79	FSS	Classified	Vault Door
931220	72	9,36.00	6 Feb 79	FSS	Qm.	Part-Tray Inserts
U04/931186	10	390.00	7 Feb 79	FSS	Classified	Mapt Plans Cabinet
U04/931222	10	1,950.00	7 Feb 79	FSS	"	" " "
U04/931214	25	18,284.00	12 Feb 79	FSS	"	Legal "size" Filing Cabinet - 4 Drawer
931228	33	24,135.54	20 Feb 79	FSS	Qm -	" " "
U04/930899	1	576.00	17 Jun 79	FSS	Classified	Day Date - \$14/w Moser Vault Door
U04/930597	5	8,844.10	27 Dec 78	FSS	Classified	Vault Door
930596	33	24,135.54	26 Dec 78	FSS	Un-	Legal "size" Filing Cabinet - 4 drawer
930349	33	24,135.54	29 Nov 78	FSS	Un-	" "
- END -						

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						FSS	Name	No Means
DIEBOLD	Order No.	Qty.	Amount	Date	Classification	Description		
U01/73161400	1		1,517.00	4/1/77	Yes	Classified	Security cabinet 4- drawer	
U/01/73166200	8		11,776.00	4/7/77	Yes	Classified	Filing Cabinet 4- drawer Level "A" Packing	
U01/73163200	2		801.62	4/7/77	No	Classified	Drawer	
U01/73137700	10		14,720.00	3/25/77	Yes	Classified	filing cabinet (4 drawer) Level "A" Packing	
U01/73137500	10		13,488.50	3/15/77	Yes	Classified	Filing Cabinet (4 drawers)	
U01/73137600	10		13,488.50	3/17/77	Yes	Classified	filing cabinet (4 drawer)	
73095900	1		1,417.00	2/2/77	Yes	Unclassified	filing cabinet	
71066400	parts		2,879.06	11/15/77	No	Unclassified	sprocket,motor, chain drive, link, cam Arm, trunnion, magnet, safety module, etc.	

DIEBOLD

Order No.	Qty.	Amount	Date	FSS	Open Market Or FSS Name means NO	Classification	Description
U04/73301200	2	3,010.00	9/14/77	Yes		Classified	Filing Cabinet Export Packing
U04/73301100	2	3,010.00	9/14/77	Yes		Classified	Filing Cabinet Export Packing
U04/73301000	2	3,010.00	9/14/77	Yes		Classified	Filing Cabinet Export Packing
71463400	parts	250.52	9/8/77	No		Unclassified	Spacers,roller, cord,cable, Breaking Capacitor, Starting Capacitor ,etc.
U04/73258401	2	3,384.00	8/17/77	Yes		Classified	Filing Cabinet Packing
U04/73258400	4	6,585.00	8/17/77	Yes		Classified	Filing Cabinet (4 drawer)
	1						Filing Cabinet two drawer
U01/73194600	15	13,125.00	5/6/77	Yes		Classified	Filing Cabinet Legal design Export Packing
	15						
U01/73194700	17	23,664.00	5/6/77	Yes		Classified	Filing cabinet key changeable lock Export Packing
	17						
U01/73166200 Admendment #1	8	600.00	4/22/77	Yes		Classified	Chage export packing specifi- cations
		(new total 11,136.00)					
U0173137700 Admendment #1	10	318.50	4/18/77	Yes		Classified	change export packing
		(new total 13,488.50)					

DIEBOLD

Order No.	Qty.	Amount	Date	FSS	Open Market	GS#-FSS	Yes
					Name means No	Classification	Description
81283100	6	206.46	5/2/78	No	Unclassified	handle/escape mechanism	
83193500	1	1,630.00	5/3/78	Yes	Unclassified	Security Container 4 drawer	
U04/83152600	1	1,630.00	5/11/78	Yes	Classified	Filing Cabinet (4 drawer)	
U04/83179500	17 17	23,206.70	4/18/78	Yes	Classified	Filing Cabinet Export Packing	
U04/83164400	1 1	1,505.00	4/4/78	Yes	Classified	Filing Cabinet Export Packing	
U04/83165900	17 17	23,206.70	4/4/78	Yes	Classified	Filing Cabinet Export Packing	
U04/83158100	17	23,206.70	3/22/78	Yes	Classified	Filing Cabinet (4 drawer)	
U04/83134700	17 17	23,206.70	3/8/78	Yes	Classified	Filing Cabinet Export Packing	
U04/83090600	17	23,206.70	1/30/78	Yes	Classified	Filing Cabinet	
U04/83044800	17 17	23,206.70	12/15/77	Yes	Classified	Filing Cabinet Export Packing	
U04/73311100	17	23,885.00	9/29/77	Yes	Classified	Filing Cabinet (4 drawer)	
U04/73306300	17	23,885.00	9/29/77	Yes	Classified	Filing Cabinet (4 drawer)	
U04/73312100	18 18	15,768.00	9/30/77	Yes	Classified	Filing Cabinet (2 drawer) Export Packing	

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FSS Name means							Yes No
Order No.	Qty.	Amount	Date	Open Market or FSS	Classification	Description	
U04/83318800 Admendment #1	15	12,975.00	11/14/78	Yes	Classified	Export Packing	
U04/83318800	15	11,921.70	9/18/79	Yes	Classified	Filing cabinet (2 drawer)	
U04/83299300	11	132.00	8/16/78	Yes	Classified	Tray, drawer, for filing cabinet	
U04/83301000	1	1,330.00	8/16/78	Yes	Classified	Security Container (4 drawers)	
U04/83301000	1	75.00	8/16/78	Yes	Classified	Export Packing	
U04/83301000	3	300.00	8/16/78	Yes	Classified	Combination locks	
U04/83235700 A#1	17	13,787.00	7/14/78	Yes	Classified	Same(correct unit price)	
U04/83235700 A#1	17	1,105.00	7/14/78	Yes	Classified	Export Packing	
Less 2% New total amt		275.74 14,616.26)					
U04/83235700	17	14,594.16	6/28/78	Yes	Classified	Filing cabinet (2 drawer)	
U04/83180300	1	1,430.00	5/31/78	Yes	Classified	Filing Cabinet	
U04/83223900 U04/83223900	17	21,931.70	6/13/78	Yes	Classified	Filing Cabinet	
	17	1,275.00	6/13/78	Yes	Classified	Export Packing	
83230200	1	920.00	6/6/78	yes	unclassified	filing cabinet (2 drawer)	
U04/83014300	2	147.00	10/27/77	Yes	Classified	Weapons Drawer Pistol Rack Insert Divider Insert	
	1						

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ORDER No.	Qty.	Amount	Date	FSS or Market	Classification	Description
91216200	2	733.70	3/29/79	No	Unclassified	Power File Drive Mot.
91216200	4	87.50	3/29/79	No	Unclassified	Power File Safety Module
91315800	15	12,612.60	3/26/79	Yes	Classified	Filing Cabinet/w combination lock
93161000	1	858.00	3/26/79	Yes	Classified	Security Container (2 drawer)
93161000	1	100.00	3/26/79	Yes	Classified	2nd drawer
93057800	17	24,459.94	1/10/79	Yes	Classified	Filing Cabinet
91058700		243.20	1/29/79	No	Unclassified	Security Container parts
93035100	17	24,459.94	1/19/79	Yes	Classified	Filing Cabinet
91055600	2	175.00	12/11/78	No	Unclassified	Safety Module Power File.
91055600	1	336.98	12/11/78	No	Unclassified	Pan Assembly
93038400	17	24,459.94	12/13/78	Yes	Classified	Power File. Filing Cabinet (4 drawer)
U04/93063300	17	24,459.94	12/13/78	Yes	Classified	Filing Cabinet (4 drawer)
U04/83319000 Amendment #1	17	1,275.00	11/14/78	Yes	Classified	Export Packing
U04/83319000	17	21,931.00	9/18/78	Yes	Classified	Filing Cabinet (4 drawers)
U/04/8332020 Admendment #1	17	11,275.00	11/14/78	Yes	Classified	Export Packing
Uo4/83320200	17	21,931.70	9/22/78	Yes	Classified	Filing Cabinet 4 drawers

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ART METAL Inc

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Order #	Quantity	Cost	Date	Classification	Description
93051800	1	146.00	26 Dec 78	FSS	Un. Lateral filing Cabinet.
83292600	8	1,928.00	29 Dec 78	FSS	Contra-a-filo - 5 tier
83312600	45	9,585.00	12 Sept 78	FSS	Rollout contra-a-filo - 5 tier
83314700	1	231.00	7 Sept 78	FSS	Contra-a-fil 5 tier -
83305900	2	482.00	29 Aug 78	FSS	Un. " "
83297900	1	158.00	21 Aug 78	FSS	Un. Lateral filing cabinet 3 tier
83281200	5	1,116.00	14 Aug 78	FSS	Un. Rollout contra-a-filo - size 1
	7	1,687.00	"	"	size 2
	2	482.00	"	"	"
	1	210.00	"	"	size 3
	1	241.00	"	"	size 2
83293000	2	426.00	10 Aug 78	"	Lateral - 5 tier Cabinet size
83218900	1	231.00	9 Aug 78	"	" size 2
83273000	7	1,617.00	1 Aug 78	"	5 tier dated filo.
83265700	6	1,386.50	1 Aug 78	"	5 tier dated file

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Order #	Security	Unit	Date	C.M. or FSS	Classif. icative	Description
83253700	4	852.00	30 June 78	FSS	Un-	Convol-a-file
83253600	8	1,704.00	30 June 78	"	"	" " "
83246200	3	693.10	30 June 78	"	"	Lateral File - 5 tier
	2	274.00	"	"	"	" " - 3 tier
83233300	1	164.00	29 June 78	"	"	" " - 3 tier
83225100	3	465.00	30 June 78	"	"	" " - " "
83207800	1	231.00	30 June 78	"	"	" " - 5 tier
83245700	8	1,848.00	28 June 78	"	"	" " - " "
83232200	1	213.00	28 June 78	"	"	" " - " "
83236200	1	156.50	12 June 78	"	"	" " - 4 tier

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CV/NAME: MOSLER SAFE COMPANY MOSLER RESEARCH PRODUCTS
CV/ADDR: 1401 WILSON BLVD Approved For Release 2003/05/06 : CIA-RDP87-00558R000100040004-9
CV/CITY: ARLINGTON
CV/STATE: VA

RET/CN	RC/SCOPE	RC/ATOT	RC/PR/UNIT
0.....	0.....	0.....	0.....
68*10039U9*000	ALARM SET	3750.00	PD/GP
68*4003042*000	ULTRASONIC ALARM SYSTEM	3541.00	PD/P&S
67*1028245*000	PANELS	3488.00	PD/GP
67*4002928*000	FIRE DETCTN & SECURITY ALARM	35000.00	PD/P&S
COMPLETED 427362.000 STATUS 4:4			

CNTHCTR/VNRD: 00626C
CV/NAME: MOSLER SAFE COMPANY
CV/ADDR: 1561 GRAND BLVD
CV/CITY: HAMILTON
CV/STATE: OH

CV/ICN: 72*00096U3*000
COMPLETED 427374.000 STATUS 1:1

RET/CN	RC/SCOPE	RC/ATOT	RC/PR/UNIT
0.....	0.....	0.....	0.....
72*00096U3*000	ENG MODEL OF IMPLANT SAFE	7925.00	OTS/P
COMPLETED 427384.000 STATUS 1:1			

CNTHCTR/VNRD: 00626U
CV/NAME: MOSLER GOVERNMENT SALES
CV/ADDR: 1401 WILSON BLVD
CV/CITY: ARLINGTON
CV/STATE: VA

CONTRACT	CN/SCOPE	CN/ATOT	CN/PR/UNIT
0.....	0.....	0.....	0.....
77*0103460*000	SAFE, DESIGNED FOR KG-34 GENERATOR	22510.00	PD/GP
74*0110495*000	FILING CABINETS-CLASS D MAP & PLAN FILE	33900.00	PD/GP
78*0113030*000	SAFE, KG-34 (SPECIAL SIZE)	13506.00	PD/GP
COMPLETED 427414.000 STATUS 3:3			

C-TRCTR/VNDR: 00626A
 CV/NAME: MOSLER SAFE COMPANY MOSLER ELECTRONIC SYSTEMS DIV
 CV/ADDR: 1401 WILSON BLVD
 CV/CITY: ARLINGTON
 CV/STATE: VA

NET/CN	RC/SCOPE	RC/A10T	RC/PR/UNIT
0.....	0.....	0.....	0.....
65*4002747*000	SECURITY BOX <i>destroyed</i>	12277.00	PD/P&S
72*1003325*000	SECURITY CABINETS CLASS 6 <i>destroyed</i>	65216.00	PD/GP
70*005535*000	CLASS 6 SECURITY FILING CABINETS <i>destroyed</i>	59011.00	PD/GP
72*0012133*000	MOSLER SAFES - MODIFILO	12415.00	PU/P&S
69*1002548*000	VAULT DOOR	9814.00	PD/GP
71*0005701*000	FILING CABINETS SECURITY <i>destroyed</i>	34546.00	PD/GP
71*1002012*000	VAULT DOOR	6972.00	PD/GP
72*1002633*000	ALARM MONITOR MODEL AL-31	0.00	PD/GP
70*1002545*000	VAULT DOOR & FLANGE SETS	6412.00	PD/GP
70*0005400*000	FILING CABINET <i>destroyed</i>	63508.00	PU/P&S
70*1012595*000	SHELF FILING	3271.00	PD/GP
68*2000133*000	REPAIR SERVICE FOR GOVT OWNED EQUIPMENT	3500.00	PD/GP
72*0011274*000	FILING CABINETS	56402.00	PD/P&S
71*1001697*000	VAULT DOOR	6470.00	PD/GP
72*001510*000	ALARM MONITOR	5000.00	PD/GP
72*00039212*000	COMBINATION LOCK CABINET <i>destroyed</i>	50490.00	PD/P&S
73*1001148*000	SECURITY FILE CABINET	56492.00	PD/GP
60*0001661*000	CL 5 MAP & PLAN CABINET W/SPEC'L INTERIOR	23795.00	PD/GP
69*1002948*000	VAULT DOOR	8412.00	PD/GP
72*1005726*000	VAULT DOORS	3486.00	PD/GP
71*0003010*000	CABINETS SECURITY MAP & PLAN <i>destroyed</i>	26680.00	PD/GP
75*0201138*000	SECURITY FILE CABINET	56401.00	PD/GP
69*1002524*000	SPECIAL VAULT DOORS	11660.00	PD/GP
72*0012525*000	FILING CABINETS	26329.00	PD/P&S
72*1002745*000	VAULT DOOR & FLANGES	7010.00	PD/GP
72*1001631*000	VAULT DOORS & FLANGES	11620.00	PD/GP
71*1002571*000	DOOR VAULT	5810.00	PD/GP
71*0009002*000	SECURITY CABINETS CLASS 6 <i>destroyed</i>	66500.00	PD/GP
69*40015121*000	INTRUSION ALARM SYSTEM <i>BLUG</i>	4509.00	PD/P&S
72*1001701*000	ALARM MONITOR	3000.00	PD/GP
70*0002023*003	ALARM MONITOR MODEL AL-31	10000.00	PD/GP
72*0009317*000	DOOR VAULT FLANGE SETS	67792.00	PD/P&S
72*1003796*000	SAFE CLASS 5	15808.00	PD/GP
71*1002656*000	ALARM MONITOR MODEL A-31	3000.00	PD/GP
71*1003104*000	VAULT DOOR & FLANGE SETS	4684.00	PD/GP
75*00009975*000	SAFES	25186.00	PD/P&S

COMPLETED 427247.000 STATUS 86.8%

OPENING STATEMENT BY D/L BEFORE SUBCOMMITTEE
ON FEDERAL SPENDING PRACTICES AND OPEN GOVERNMENT

13 June 1979

1. Notwithstanding the many instances of truly outstanding and professional support provided to the Agency by the Federal Supply Service (FSS) of the General Services Administration (GSA), there has been one area of long-standing and serious disagreement regarding the products and services provided. Specifically, this disagreement concerns the acquisition of security filing cabinets (safes) for use by this Agency both domestically and abroad. GSA has contended, since early 1964 and until recently, that safes provided by the Hillside (now Art Metal) Company generally comply with appropriate Federal specifications while this Agency and several other agencies have maintained that such safes rarely conform to requirements of the appropriate specifications. GSA has further maintained, since the mid-1960's, that a single-award contract should be established for such safes, while this Agency, the Interagency Advisory Committee on Security Equipment, and several other agencies have maintained that it is not in the best interests of the Federal Government to make a single-award contract. Art Metal was frequently mentioned by GSA officials as the probable or actual recipient of such an award. Our experience with GSA in these areas is summarized in this statement. Correspondence between this Agency and GSA, test reports, minutes of interagency meetings, and other documentation supporting the statements contained herein have been made available to subcommittee staff members.

2. The first area of concern is the conformance of Art Metal's safes with Federal Specifications AA-F-358e and precedent and subsequent version thereof. The concern is for both the safety of individuals using this equipment and the capability of this equipment to provide secure storage for classified documents. Agency records indicate that as early as 1964 a number of Art Metal safes were provided by GSA and were totally rejected as failing to meet

applicable specifications. Records indicating the number of safes provided and the specific areas in which they failed to conform to the specifications have not been located. However, in September of 1969 an additional 130 Art Metal Class 6 safes were provided by GSA. Independent examinations of these safes by Agency inspectors, inspectors of GSA, and Department of Defense (DoD) inspectors, all clearly showed that the safes failed to meet personal safety and security specifications. Documentation from this period clearly indicates an inability on the part of GSA to have the deficiencies corrected by Art Metal and also suggests that informal pressure was applied by GSA to have the Agency accept the safes without insisting that all provisions of the specifications be met. As a result of these pressures, the Agency ultimately accepted the safes with only some corrections to deficiencies having been made. In November of that same year another 60 Hillside Class 5 safes were received by the Agency, and our experience with the correction of defects and GSA pressures to accept the safes was basically a repeat of that described above. As a result of these experiences, the Agency took steps to ensure that the safes of other manufacturers were procured for use by the Agency. This act in itself generated additional pressure from GSA to accept Art Metal safes; and, in response thereto, in 1975 the Agency ordered several additional Hillside safes for evaluation. These safes, too, failed to meet Federal specifications; and since that date, no further Art Metal safes have been accepted for use by this Agency. Those safes which were accepted by the Agency in earlier years were restricted in use to domestic installations only, where the level of security protection is considerably higher than that normally provided outside the United States.

3. The second area of disagreement with GSA concerned GSA's proposed designation of a single-award contractor for all safes. GSA made strenuous efforts in this direction in 1965 and again in 1974, with somewhat less pressure being applied along these lines in intervening years. The objection of this and other agencies, as well as the Interagency Advisory Committee on Security Equipment, to such a move was based on the following considerations:

a. That multiple-award contracts create maximum competition between the few major safe manufacturers whose products are sold primarily to the Government and afford flexibility to purchase the product of another manufacturer should the product of one manufacturer be found deficient or be found to have been compromised.

b. That should fire, flood, or other act of God affect the single-award contractor, it was unlikely that other sources would be available since those companies who did not get the award would, in all probability, cease the manufacture of such safes, the Government being the chief buyer.

c. Agencies such as our own, DoD, and the Department of State have to provide safe maintenance and repair services on a worldwide basis and for that reason it is imperative that spare parts and technical assistance be readily available. Art Metal, frequently suggested as the single-award contractor, had never demonstrated that they had such a capability.

d. Personal safety of our employees and the security of classified information were of the utmost importance and the contractor consistently suggested as the single-award contractor, i.e., Art Metal, rarely met the required Federal specifications in these areas.